

**District Court Funds of District No. 17
Charter Township of Redford
Wayne County, Michigan**

**Financial Report
with Supplemental Information
March 31, 2008**

District Court Funds of District No. 17

Charter Township of Redford

Contents

Report Letter	I
Management's Discussion and Analysis	2-3
Basic Financial Statements	
Balance Sheet	4
Notes to Financial Statements	5-6
Supplemental Information	7
Schedule of Cash Receipts and Disbursements	8



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Independent Auditor's Report

To the Judges of the 17th District Court
Charter Township of Redford
Wayne County, Michigan

We have audited the accompanying basic financial statements of District Court Funds of District No. 17 (a component unit of the Charter Township of Redford, Michigan) as of March 31, 2008. These financial statements are the responsibility of the management of District Court No. 17, Charter Township of Redford. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of District Court Funds of District No. 17, Charter Township of Redford as of March 31, 2008, in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis, as identified in the table of contents, is not a required part of the basic financial statements but is supplemental information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements. The accompanying supplemental information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Plante & Moran, PLLC

July 30, 2008



District Court Funds of District No. 17

Charter Township of Redford

Management's Discussion and Analysis

Our discussion and analysis of District Court Funds of District No. 17, Charter Township of Redford's financial performance provides an overview of the District Court's financial activities for the fiscal year ended March 31, 2008. Please read it in conjunction with the District Court's financial statements.

Using this Financial Report

This financial report represents the activities of the funds of the District Court during the year. The funds of the District Court are Agency Funds. Therefore, the activities are limited to collection of amounts that are subsequently returned or paid to third parties. The funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. A detailed schedule of cash receipts and disbursements is shown in the supplemental information portion of the financial report.

The District Court as a Whole

The following table shows, in a condensed format, the assets and liabilities as of March 31, 2008 and compared to the prior year:

	2008	2007
Assets - Cash and cash equivalents	<u>\$ 672,558</u>	<u>\$ 761,274</u>
Liabilities		
Returnable bonds	\$ 177,064	\$ 226,989
Due to State Treasurer	111,577	109,873
Due to District Control Unit	372,173	409,623
Due to other governmental units	6,045	7,416
Due to Secretary of State	5,699	7,373
Total liabilities	<u>\$ 672,558</u>	<u>\$ 761,274</u>

The District Court's combined assets and liabilities decreased from \$761,274 to \$672,558. The cash held as of each March 31 is a result of the activity for the month of March which is down from a year ago. There continues to be an aggressive court collection program. Defendants who fail to pay within the given time limits are mailed a showcause hearing notice. Failure to appear or pay by the scheduled showcause court date results in a bench warrant being issued for the defendant's arrest. Finally, a collection notice is generated and the warrant team is sent to the defendant's home.

District Court Funds of District No. 17 Charter Township of Redford

Management's Discussion and Analysis (Continued)

Contacting the District Court's Management

This financial report is intended to provide our citizens and customers with a general overview of the District Court's activities and to show the District Court's accountability for the money it receives. If you have questions about this report or need additional information, we welcome you to contact the District Court directly.

District Court Funds of District No. 17

Charter Township of Redford

Balance Sheet March 31, 2008

	Trust and Agency Account	Bond Account
Assets - Cash and cash equivalents	<u>\$ 493,144</u>	<u>\$ 179,414</u>
Liabilities		
Returnable bonds	\$ -	\$ 177,064
Due to State Treasurer	111,577	-
Due to District Control Unit	369,823	2,350
Due to other governmental units	6,045	-
Due to Secretary of State	<u>5,699</u>	<u>-</u>
Total liabilities	<u>\$ 493,144</u>	<u>\$ 179,414</u>

District Court Funds of District No. 17

Charter Township of Redford

Notes to Financial Statements
March 31, 2008

Note 1 - Significant Accounting Policies

The funds of District Court No. 17, Charter Township of Redford (the "District Court") are Agency Funds. The financial activities of the funds are limited to collection of amounts that are subsequently returned or paid to third parties. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

Note 2 - Cash

Michigan Compiled Laws, Section 129.91, authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The District Court is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptance of United States banks; commercial paper rated within the two highest classifications, which matures not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions, which are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The District Court has designated one bank for the deposit of District Court funds. The investment policy adopted by the City Council in accordance with Public Act 196 of 1997 has authorized investment in bonds and securities of the United States government, bank accounts and CDs, and such obligations, bonds, and securities as permitted by the statutes of the State of Michigan.

Custodial Credit Risk of Bank Deposits - Custodial credit risk is the risk that in the event of bank failure, the District Court's deposits may not be returned to it. The District Court does not have a deposit policy for custodial credit risk. At year end, the District Court had \$434,106 of bank deposits (checking accounts) that were uninsured and uncollateralized. The District Court believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits. As a result, the District Court evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

District Court Funds of District No. 17

Charter Township of Redford

Notes to Financial Statements
March 31, 2008

Note 2 - Cash (Continued)

Credit Risk - State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The District Court has no investment policy that would further limit its investment choices. As of year end, the credit quality ratings of debt securities (other than the U.S. government) are as follows:

<u>Investment</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Rating Organization</u>
Comerica J-Fund	\$ 130,411	AI, PI	S&P, Moody's

Supplemental Information

District Court Funds of District No. 17

Charter Township of Redford

Schedule of Cash Receipts and Disbursements Year Ended March 31, 2008

	Trust and Agency Account	Bond Account
Cash and Cash Equivalents - April 1, 2007	\$ 531,785	\$ 229,489
Receipts		
Fines, fees, and court costs	5,078,004	-
Bonds posted	-	1,079,018
Restitution	-	44,057
Work programs	54,537	-
Intensive supervision/probation and community service	198,052	-
Alcohol screening	26,494	-
Building fund	454,168	-
Interest	3,505	2,350
Total receipts	5,814,760	1,125,425
Disbursements		
Transfers to District Control Unit	4,368,887	2,500
State Treasurer	1,324,415	-
Secretary of State	67,423	-
Other governmental units	91,496	-
Bond forfeitures and transfers	-	981,267
Bond returns	-	121,806
Restitution	-	52,315
Bond costs	-	17,612
Bonds reinstated	1,180	-
Total disbursements	5,853,401	1,175,500
Cash and Cash Equivalents - March 31, 2008	<u>\$ 493,144</u>	<u>\$ 179,414</u>



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July 30, 2008

To the Judges of the 17th District Court
Charter Township of Redford
Wayne County, Michigan

Dear Judges:

We have audited the financial statements of the 17th District Court (a component unit of the Charter Township of Redford, Michigan) as of March 31, 2008 and have issued our report thereon dated July 30, 2008. We continue to be impressed with the condition of the financial records when we complete our audit and appreciate the time and effort that the Court staff spends with us during the audit process. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility Under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated May 2, 2008, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. We are responsible for planning and performing the audit to obtain reasonable, but not absolute, assurance that the financial statements are free of material misstatement. As part of our audit, we considered the internal control of the 17th District Court. Our consideration of internal controls was solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal controls.

We are responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures specifically to identify such matters and our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our meeting about planning matters dated May 6, 2008.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by the 17th District Court are described in Note I to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2008.

We noted no transactions entered into by the 17th District Court during the year for which there is a lack of authoritative guidance or consensus.

There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no significant accounting estimates noted in the current year.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. There were no misstatements that required correction by us.

Disagreements with Management

For the purpose of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management's Representations

We have requested certain representations from management that are included in the management representation letter dated July 30, 2008.

Management's Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

In the normal course of our professional association with the Court, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, business conditions affecting the Court, and business plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition of our retention as the Court's auditors.

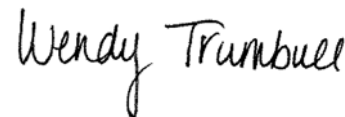
This information is intended solely for the use of the Judges of the 17th District Court and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Plante & Moran, PLLC



David H. Helisek



Wendy N. Trumbull